

CLAUSE H-41 – SUBCONTRACT PERFORMANCE PERIOD (October 2002)

- (a) The initial period of performance for this subcontract shall be one base period plus up to _____ additional option periods. SURA may extend the term of this subcontract by written notice to the Subcontractor, in accordance with the criteria specified herein.
- (b) SURA's decision to exercise an option to extend the period of performance will be contingent upon availability of funds for the next year and SURA's continuing need for the services. SURA may also consider other relevant decision factors, including but not limited to: subcontractor's record of performance during the current year; reasonableness of the subcontractor's price for the option period as determined by the proposed price and market research; and SURA's determination of subcontractor responsibility.
- (c) SURA shall give the Subcontractor a preliminary written notice of its intent to award an Option Period at least 60 days before the end of the current performance period. The preliminary notice does not commit SURA to an extension.
- (d) After receipt of a preliminary notice of intent to award an Option Period, the Subcontractor shall be notified of SURA's actual intent to award an Option Year within 30 days of the end of the current performance period. This notice of intent is contingent on the receipt of funds for the next Year.
- (e) Award of an Option Period shall be effective only upon issuance of a subcontract modification by the Subcontracting Officer.